

PALOMAR AIRPORT ADVISORY COMMITTEE
2198 Palomar Airport Road
Carlsbad, CA 92011
Phone: (760) 431-4646

MINUTES

Special Workshop/Meeting

Thursday, June 14, 2006

Chairperson Ramona Finnila called the special workshop/meeting to order at 12:20 p.m. on June 14, 2006 in the Carlsbad City Council Chambers, 1200 Carlsbad Village Drive, Carlsbad, California.

MEMBERS PRESENT

Chairperson Ramona Finnila
Howard Williams

MEMBERS ABSENT

Vice-Chairperson Tim Hutter
John Christensen
Chuck Collins
Bob Gates
Ginna Reyes
Tom Ricotta
Bob Fuselier

Members present did not represent a quorum

COUNTY STAFF PRESENT

Lawrence Watt
Peter Drinkwater
Lee Ann Lardy
Olivier Brackett
Dan Thompson

ROLL CALL

The roll call was taken. There were no introductions.

PUBLIC COMMENT ON ITEMS NOT ON THE AGENDA

There was no public comment on items not on the agenda.

PREMIER JET – LEASE AMENDMENTS WORKSHOP

Lee Ann Lardy made a presentation regarding amendments to Premier Jet's lease. The PAAC voted at the May, 2006 not to recommend these amendments to the San Diego

County Board of Supervisors. This special workshop/meeting was called to provide further background and statistical information and to provide additional time for discussing the amendments. The amendments are to two of the five leases that Premier Jet holds to clarify the amount of additional rent and the processing fees that the County will receive from long-term pre-paid sub-leases. The County is seeking to resolve a disagreement with the Premier Jet on the terms of the lease. The amendments represent a compromise wherein Premier Jet will pay additional rent of 5% of one-third of the total pre-paid rent, anticipated to be \$539,000 at the time of the meeting. Additionally, the County would receive 5% of all short-term commercial sub-leases and 5% for operating expenses for an anticipated total of \$561,000 as of the meeting date. This would provide more revenue to the County than previously anticipated. Ms. Lardy's PowerPoint presentation is attached on the County Airports website and available for further information.

Richard Sax of Premier Jet spoke of the fine line of delineating between commercial and non-commercial use, which would be a difficult issue if the amendments were not approved by the Board of Supervisors. He stated that part of the misunderstanding with the County was Premier Jet intended to pay 5% on the profits, not 5% on all of the revenue received. He clarified that when hangars are resold by the third parties the County will also receive 5% of the profits.

Since a quorum was not present, there was no action taken on this motion item. Ms. Finnila asked Ms. Lardy and Mr. Sax if they could return the following night for the regular monthly PAAC meeting and share their presentation at that time, which they agreed to do.

ADJOURN

Meeting was adjourned at 12:55 p.m.

By: _____
Dan Thompson, Administrative Secretary I